

106TH CONGRESS
1ST SESSION

S. 1540

To amend the Internal Revenue Code of 1986 to correct the inadvertent failure in the Taxpayer Relief Act of 1997 to apply the exception for developable sites to Round I Empowerment Zones and Enterprise Communities.

IN THE SENATE OF THE UNITED STATES

AUGUST 5, 1999

Mr. JOHNSON introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To amend the Internal Revenue Code of 1986 to correct the inadvertent failure in the Taxpayer Relief Act of 1997 to apply the exception for developable sites to Round I Empowerment Zones and Enterprise Communities.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

1 **SECTION 1. APPLICATION OF DEVELOPABLE SITE OPPOR-**
 2 **TUNITIES TO ROUND I EMPOWERMENT**
 3 **ZONES AND ENTERPRISE COMMUNITIES.**

4 (a) IN GENERAL.—Section 1392(a)(4) of the Internal
 5 Revenue Code of 1986 (relating to poverty rate) is
 6 amended—

7 (1) by redesignating subparagraphs (A), (B),
 8 and (C) as clauses (i), (ii), and (iii), respectively,

9 (2) by striking “The poverty rate—” and in-
 10 serting the following:

11 “(A) IN GENERAL.—The poverty rate—”,

12 and

13 (3) by adding at the end the following:

14 “(B) EXCEPTION FOR DEVELOPABLE
 15 SITES.—Subparagraph (A) shall not apply to
 16 up to 3 noncontiguous parcels in a nominated
 17 area which may be developed for commercial or
 18 industrial purposes. The aggregate area of non-
 19 contiguous parcels to which the preceding sen-
 20 tence applies with respect to any nominated
 21 area shall not exceed 2,000 acres.”

22 (b) CONFORMING AMENDMENTS.—Section
 23 1391(g)(3)(A) of the Internal Revenue Code of 1986 is
 24 amended by striking clause (iii) and by redesignating
 25 clauses (iv) and (v) as clauses (iii) and (iv), respectively.

1 (c) EFFECTIVE DATE.—The amendments made by
2 this section shall take effect with respect to designations
3 made before, on, and after the date of the enactment of
4 this Act.

○